

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 1862 – HB 1977

February 2, 2018

SUMMARY OF BILL: Establishes that a policy of insurance should be interpreted as a contract. Limits an insurance company's duty to defend based on the allegations in the underlying complaint.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumption:

- Passage of this legislation will have no effect on policies or programs of the Department of Commerce and Insurance (DCI); therefore, any fiscal impact to DCI is not significant.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

Assumption:

- Limiting an insurance company's duty to defend only to the terms of the contract will not significantly impact jobs or commerce in Tennessee.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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